COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED GAS ADJUSTMENT) CASE NO. FILING OF ATMOS ENERGY CORPORATION) 2014-00478

ORDER

On April 22, 2014, in Case No. 2013-00148,¹ the Commission approved rates for Atmos Energy Corporation ("Atmos") and provided for their further adjustment in accordance with Atmos's Gas Cost Adjustment ("GCA") clause.

On December 31, 2014, Atmos filed its quarterly GCA to be effective February 1, 2015. Atmos supplemented its application on January 20, 2014.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

- Atmos's notice includes revised rates designed to pass on to its sales customers its expected change in wholesale gas costs.
- 2. Atmos's Expected Gas Cost ("EGC") for firm-sales customers is \$5.6132 per Mcf, which is a decrease of \$.1924 per Mcf from the previous EGC of \$5.8056 per Mcf. Atmos's EGC for interruptible-sales customers is \$4.3247 per Mcf, which is a decrease of \$.2735 per Mcf from the previous EGC of \$4.5982 per Mcf.
- 3. Atmos's notice sets no current quarter Refund Factor ("RF"). Atmos's total RF is \$.0000 per Mcf, which is no change from its prior RF. Atmos's notice sets out all

¹ Case No. 2013-00148, Application of Atmos Energy Corporation for an Adjustment of Rates and Tariff Modifications (Ky. PSC Apr. 22, 2014).

previously approved RFs at \$0 because Atmos has already refunded all pipeline refunds to its customers.

- 4. Atmos's notice sets out its current Correction Factor ("CF") of \$.1256 per Mcf, which is an increase of \$.2637 per Mcf from its previous CF of (\$.1381) per Mcf.
- 5. Atmos's notice sets out its Performance Based Rate Recovery Factor ("PBRF") of \$.1527 per Mcf, which is a decrease of \$.0409 per Mcf from its previous PBRF of \$.1936 per Mcf. Atmos's PBRF is effective from February 1, 2015, until February 1, 2016.
- 6. Atmos's GCAs are \$5.8915 per Mcf for firm-sales customers and \$4.6030 per Mcf for interruptible-sales customers. The impact on firm-sales customers is an increase of \$.0304 per Mcf from the previous GCA of \$5.8611 per Mcf. The impact on interruptible-sales customers is a decrease of \$.0507 per Mcf from the previous GCA of \$4.6537 per Mcf.
- 7. Atmos's proposed rates, as set forth in the Appendix to this Order, are fair, just, and reasonable and should be approved for final meter readings on and after February 1, 2015.

IT IS THEREFORE ORDERED that:

- 1. The rates in the Appendix to this Order are approved for final meter readings on and after February 1, 2015.
- 2. Within 20 days of the date of this Order, Atmos shall file with this Commission, using the Commission's electronic Tariff Filing System, revised tariff sheets setting out the rates approved herein and reflecting that they were approved pursuant to this Order.

By the Commission

ENTERED

JAN 2 6 2015

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2014-00478 DATED JAN 2 6 2015

The following rates and charges are prescribed for the customers in the area served by Atmos Energy Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RATES:

Applicable to: General Sales Service Rate G-1

Gas Cost Adjustment

To each bill rendered under the above-named rate schedule there shall be added an amount equal to: \$5.8915 per Mcf of gas used during the billing period.

Applicable to: Interruptible Sales Service Rate G-2

Gas Cost Adjustment

To each bill rendered under the above-named rate schedule there shall be added an amount equal to: \$4.6030 per Mcf of gas used during the billing period.

Honorable Mark R Hutchinson Attorney at Law 611 Frederica Street Owensboro, KENTUCKY 42301

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